

**CITY OF ASHEVILLE**  
**COMBINING STATEMENT OF NET ASSETS**  
**NON-MAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2005**

	Civic Center	Parking Services	Festivals	Mass Transit	Total Non-major Enterprise Funds
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 700,387	\$ -	\$ -	\$ 364,106	\$ 1,064,493
Accounts receivable	312	254,953	-	-	255,265
Intergovernmental receivable	473	-	-	112,386	112,859
Inventories	12,567	-	-	51,794	64,361
Prepays	-	-	100,592	-	100,592
Total current assets	<u>713,739</u>	<u>254,953</u>	<u>100,592</u>	<u>528,286</u>	<u>1,597,570</u>
Restricted assets:					
Cash and investments	<u>337,153</u>	<u>-</u>	<u>-</u>	<u>652,291</u>	<u>989,444</u>
Capital assets:					
Land	400,000	4,324,487	-	161,838	4,886,325
Buildings and improvements	9,870,787	8,863,447	-	1,601,489	20,335,723
Machinery and equipment	1,467,363	491,430	-	4,111,966	6,070,759
Construction in progress	-	918,058	-	47,378	965,436
Total capital assets	<u>11,738,150</u>	<u>14,597,422</u>	<u>-</u>	<u>5,922,671</u>	<u>32,258,243</u>
Accumulated depreciation	<u>(9,080,638)</u>	<u>(3,784,284)</u>	<u>-</u>	<u>(4,355,798)</u>	<u>(17,220,720)</u>
Net capital assets	<u>2,657,512</u>	<u>10,813,138</u>	<u>-</u>	<u>1,566,873</u>	<u>15,037,523</u>
Other assets:					
Unamortized debt issuance costs	<u>-</u>	<u>31,467</u>	<u>-</u>	<u>-</u>	<u>31,467</u>
Total assets	<u>\$ 3,708,404</u>	<u>\$ 11,099,558</u>	<u>\$ 100,592</u>	<u>\$ 2,747,450</u>	<u>\$ 17,656,004</u>

(Continued)

**CITY OF ASHEVILLE**  
**COMBINING STATEMENT OF NET ASSETS**  
**NON-MAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2005**

	Civic Center	Parking Services	Festivals	Mass Transit	Total Non-major Enterprise Funds
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	\$ 46,124	\$ 29,947	\$ 18,329	\$ 116,590	\$ 210,990
Customer deposits	-	500	-	-	500
Accrued interest payable	-	53,810	-	-	53,810
Other accrued expenses	-	-	-	-	-
Due to other funds	-	315,220	523,320	-	838,540
Installment purchase contracts	-	505,000	-	-	505,000
Compensated absences	47,431	16,816	6,736	4,094	75,077
Unearned revenue	-	-	361,377	-	361,377
Total current liabilities	<u>93,555</u>	<u>921,293</u>	<u>909,762</u>	<u>120,684</u>	<u>2,045,294</u>
Noncurrent Liabilities:					
Installment purchase contracts	-	1,105,001	-	-	1,105,001
Total noncurrent liabilities	<u>-</u>	<u>1,105,001</u>	<u>-</u>	<u>-</u>	<u>1,105,001</u>
Total liabilities	<u>93,555</u>	<u>2,026,294</u>	<u>909,762</u>	<u>120,684</u>	<u>3,150,295</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	2,657,512	9,073,264	-	1,566,873	13,297,649
Unrestricted	957,337	-	(809,170)	1,059,893	1,208,060
Total net assets	<u>\$ 3,614,849</u>	<u>\$ 9,073,264</u>	<u>\$ (809,170)</u>	<u>\$ 2,626,766</u>	<u>\$ 14,505,709</u>
					(Concluded)

**CITY OF ASHEVILLE**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN FUND NET ASSETS**  
**NON-MAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	Civic Center	Parking Services	Festivals	Mass Transit	Total Non-major Enterprise Funds
<b>OPERATING REVENUES</b>					
Charges for services	\$ 221,984	\$ 2,410,239	\$ 264,187	\$ 658,909	\$ 3,555,319
Rents	796,747	-	181,338	-	978,085
Concessions	616,770	-	238,305	-	855,075
Miscellaneous revenues	150,810	61,797	17,267	11,926	241,800
Total operating revenues	<u>1,786,311</u>	<u>2,472,036</u>	<u>701,097</u>	<u>670,835</u>	<u>5,630,279</u>
<b>OPERATING EXPENSES</b>					
Salaries and fringe benefits	1,074,900	456,510	209,568	92,434	1,833,412
Contractual services	247,579	280,883	452,427	3,267,002	4,247,891
Supplies and materials	78,258	65,871	73,581	120	217,830
Outside repairs	35,814	51,160	-	-	86,974
Depreciation	239,169	233,261	-	422,301	894,731
Interfund charges	8,279	31,805	1,260	5,162	46,506
Utilities	313,828	66,496	588	14,263	395,175
Cost of merchandise sold	211,967	-	61,702	-	273,669
Other operating expenses	151,015	40,468	258,816	112,659	562,958
Total operating expenses	<u>2,360,809</u>	<u>1,226,454</u>	<u>1,057,942</u>	<u>3,913,941</u>	<u>8,559,146</u>
Operating income (loss)	<u>(574,498)</u>	<u>1,245,582</u>	<u>(356,845)</u>	<u>(3,243,106)</u>	<u>(2,928,867)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Operating grants	1,500	-	-	1,790,982	1,792,482
Interest earned	11,855	47,538	-	-	59,393
Interest expense	-	(137,351)	(9,077)	(14,044)	(160,472)
Gain on sale of capital assets	496	-	-	1,591	2,087
Total nonoperating revenues (expenses)	<u>13,851</u>	<u>(89,813)</u>	<u>(9,077)</u>	<u>1,778,529</u>	<u>1,693,490</u>
Income (loss) before transfers	<u>(560,647)</u>	<u>1,155,769</u>	<u>(365,922)</u>	<u>(1,464,577)</u>	<u>(1,235,377)</u>
Transfers in:					
Transfers from General Fund	813,145	-	-	1,128,137	1,941,282
Changes in net assets	<u>252,498</u>	<u>1,155,769</u>	<u>(365,922)</u>	<u>(336,440)</u>	<u>705,905</u>
Total net assets - beginning	<u>3,362,351</u>	<u>7,917,495</u>	<u>(443,248)</u>	<u>2,963,206</u>	<u>13,799,804</u>
Total net assets - ending	<u>\$ 3,614,849</u>	<u>\$ 9,073,264</u>	<u>\$ (809,170)</u>	<u>\$ 2,626,766</u>	<u>\$ 14,505,709</u>

**CITY OF ASHEVILLE**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NON-MAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	Civic Center	Parking Services	Festivals	Mass Transit	Total Non-major Enterprise Funds
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 1,793,197	\$ 2,251,158	\$ 796,695	\$ 670,835	\$ 5,511,885
Cash paid for goods and services	(1,052,056)	(564,832)	(822,039)	(3,512,877)	(5,951,804)
Cash paid to employees	(1,067,005)	(459,233)	(202,832)	(92,048)	(1,821,118)
Net cash provided by (used for) operating activities	<u>(325,864)</u>	<u>1,227,093</u>	<u>(228,176)</u>	<u>(2,934,090)</u>	<u>(2,261,037)</u>
<b>Cash flows from noncapital financing activities:</b>					
Operating grants received	1,500	-	-	3,106,354	3,107,854
Operating transfers received from other funds	813,145	-	-	1,128,137	1,941,282
Operating advances received from other funds	-	(465,183)	237,253	(283,312)	(511,242)
Net cash provided by (used for) non-capital financing activities	<u>814,645</u>	<u>(465,183)</u>	<u>237,253</u>	<u>3,951,179</u>	<u>4,537,894</u>
<b>Cash flows from capital and related financing activities:</b>					
Acquisition and construction of assets	(70,489)	(168,610)	-	34,198	(204,901)
Previously capitalized assets reclassified to noncapital expenditures	-	-	-	(22,437)	(22,437)
Principal paid on debt	-	(503,018)	-	-	(503,018)
Interest paid on debt	-	(137,820)	(9,077)	(14,044)	(160,941)
Proceeds from sale of capital assets	496	-	-	1,591	2,087
Net cash (used for) capital and related financing activities	<u>(69,993)</u>	<u>(809,448)</u>	<u>(9,077)</u>	<u>(692)</u>	<u>(889,210)</u>
<b>Cash flows from investing activities:</b>					
Interest earned	11,855	47,538	-	-	59,393
Net cash provided by investing activities	<u>11,855</u>	<u>47,538</u>	<u>-</u>	<u>-</u>	<u>59,393</u>
<b>Net increase in cash and cash equivalents</b>	<b>430,643</b>	<b>-</b>	<b>-</b>	<b>1,016,397</b>	<b>1,447,040</b>
<b>Cash and cash equivalents:</b>					
Beginning of year, July 1	<u>606,897</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>606,897</u>
End of year, June 30	<u>\$ 1,037,540</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,016,397</u>	<u>\$ 2,053,937</u>

**CITY OF ASHEVILLE**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NON-MAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	Civic Center	Parking Services	Festivals	Mass Transit	Total Non-major Enterprise Funds
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ (574,498)	\$ 1,245,582	\$ (356,845)	\$ (3,243,106)	\$ (2,928,867)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation	239,169	233,261	-	422,301	894,731
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	6,886	(220,878)	-	-	(213,992)
(Increase) decrease in inventories	4,561	-	-	(7,906)	(3,345)
Increase in prepaid expenses	-	-	12,459	-	12,459
Decrease in other accrued expenses	-	-	(2,530)	-	(2,530)
Increase (decrease) in accounts payable	(9,877)	(28,149)	16,406	(105,765)	(127,385)
Increase in unearned assets	-	-	95,598	-	95,598
Increase(decrease) in accrued compensated absences	7,895	(2,723)	6,736	386	12,294
Total adjustments	248,634	(18,489)	128,669	309,016	667,830
Net cash provided by (used for) operating activities	(325,864)	1,227,093	(228,176)	(2,934,090)	(2,261,037)
Reconciliation of cash and cash equivalents					
Cash and cash equivalents:					
Unrestricted	\$749,454	-	-	364,106	1,113,560
Restricted	288,086	-	-	652,291	940,377
Total cash and cash equivalents	\$ 1,037,540	\$ -	\$ -	\$ 1,016,397	\$ 2,053,937

**CITY OF ASHEVILLE  
CIVIC CENTER FUND  
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Rents	\$ 646,175	\$ 796,747	\$ 150,572
Concessions	556,900	616,770	59,870
Advertising and promotions	15,000	14,751	(249)
Staffing charges	78,500	110,579	32,079
Box office charges	26,000	34,930	8,930
Other	146,500	150,810	4,310
Maintenance fee	52,500	61,724	9,224
Total operating revenues	<u>1,521,575</u>	<u>1,786,311</u>	<u>264,736</u>
<b>OPERATING EXPENDITURES</b>			
General operations	1,258,787	1,069,299	189,488
Event personnel	207,625	194,510	13,115
Concessions/operating	501,211	447,894	53,317
Maintenance	288,682	283,556	5,126
Box office/operating	125,784	118,956	6,828
Capital outlay	24,853	21,422	3,431
Total operating expenditures	<u>2,406,942</u>	<u>2,135,637</u>	<u>271,305</u>
Operating loss	<u>(885,367)</u>	<u>(349,326)</u>	<u>536,041</u>
<b>NONOPERATING REVENUES</b>			
State grant	-	1,500	1,500
Interest earned	-	11,855	11,855
Proceeds from sale of fixed assets	-	496	496
Total nonoperating revenues	<u>-</u>	<u>13,851</u>	<u>13,851</u>
Deficiency of revenues over expenditures	(885,367)	(335,475)	549,892
<b>OTHER FINANCING SOURCES</b>			
Transfers in:			
From General Fund	813,145	813,145	-
Appropriated fund balance	<u>72,222</u>	<u>-</u>	<u>(72,222)</u>
Revenues, other financing sources and appropriated fund balance over expenditures	<u>\$ -</u>	<u>477,670</u>	<u>\$ 477,670</u>
Reconciling items:			
Noncapitalized expenditures in the Civic Center Capital Projects Fund:			
Current year		(7,425)	
Depreciation		(239,169)	
Capital outlay		21,422	
Change in net assets		<u>\$ 252,498</u>	

**CITY OF ASHEVILLE**  
**CIVIC CENTER CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2005**

	Project Authorization	Prior Years	Current Year	Total to Date
<b>REVENUES</b>				
Investment earnings	\$ -	\$ -	\$ -	\$ -
Maintenance fees	-	-	-	-
Total revenues	-	-	-	-
<b>EXPENDITURES</b>				
Main Cooling Tower	13,573	-	-	-
Air Handler Repair*	2,756	-	-	-
ADA Capital Equipment	67,925	-	45,255	45,255
Auditorium Stage*	-	-	-	-
Arena Lighting Controls*	892	-	-	-
Concession Equipment*	12,001	-	11,237	11,237
Total expenditures	97,147	-	56,492	56,492
Revenues under expenditures before other financing sources	(97,147)	-	(56,492)	(56,492)
<b>OTHER FINANCING SOURCES</b>				
Transfers in:				
From General Fund	97,147	93,645	300,000	393,645
Total other financing sources	97,147	93,645	300,000	393,645
Revenues and other financing sources over expenditures	\$ -	\$ 93,645	\$ 243,508	\$ 337,153

**\*Notes:**

Air Handler Repair project authorization, prior year revenue and expenditure were reduced by \$11,155 and \$6,155 respectively for non capital expenditures or added fixed assets

Auditorium Stage project authorization, revenue and expenditures were reduced \$2,462 and \$1,395 respectively for non capital expenditures or added fixed assets

Arena Lighting Control project authorization, revenues and expenditures were reduced by \$16,146 and \$15334 respectively for prior year non capital expenditures or fixed assets

Concessions Equip. project authorization, revenue and expenditures were reduced by \$13,059 for prior year non capital assets, expenditures or added fixed assets

**CITY OF ASHEVILLE**  
**PARKING SERVICES FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Parking fees	\$2,593,830	\$2,410,239	\$ (183,591)
Other fees	-	61,797	61,797
Total operating revenues	<u>2,593,830</u>	<u>2,472,036</u>	<u>(121,794)</u>
<b>OPERATING EXPENDITURES</b>			
Parking services	545,424	499,030	46,394
Parking garages	947,707	479,163	468,544
Capital outlay	27,779	17,374	10,405
Total operating expenditures	<u>1,520,910</u>	<u>995,567</u>	<u>525,343</u>
Operating income	<u>1,072,920</u>	<u>1,476,469</u>	<u>403,549</u>
<b>NONOPERATING REVENUES (EXPENDITURES)</b>			
Interest earned	15,000	47,538	32,538
Principal payments on debt	(503,018)	(503,018)	-
Interest and debt service charges	(818,988)	(137,351)	681,637
Total nonoperating revenues (expenditures).	<u>(1,307,006)</u>	<u>(592,831)</u>	<u>714,175</u>
Revenues over (under) expenditures before appropriated fund balance	(234,086)	883,638	1,117,724
Appropriated fund balance	<u>234,086</u>	<u>-</u>	<u>(234,086)</u>
Revenues and appropriated fund balance over expenditures	<u>\$ -</u>	<u>883,638</u>	<u>\$ 883,638</u>
Reconciling items:			
Depreciation		(233,261)	
Principal payments on debt		503,018	
Capital outlay		2,374	
Change in net assets		<u>\$ 1,155,769</u>	



**CITY OF ASHEVILLE**  
**PARKING SERVICES CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2005**

	Project Authorization	Prior Years	Current Year	Total to Date
<b>REVENUES</b>				
Rental income	\$ -	\$ 44,046	\$ -	\$ 44,046
Investment earnings	60	1,304	-	1,304
Total revenues	60	45,350	-	45,350
<b>EXPENDITURES</b>				
Cushman	20,000	-	-	-
Battery Park parking deck	20,900,000	3,718,247	151,438	3,869,685
Employee parking lot	47,098	13,060	29,798	42,858
Interest and debt service charges	60	2,030	-	2,030
Total expenditures	20,967,158	3,733,337	181,236	3,914,573
Revenues under expenditures before other financing sources	(20,967,098)	(3,687,987)	(181,236)	(3,869,223)
<b>OTHER FINANCING SOURCES</b>				
Proceeds from the sale of bonds	20,900,000	-	-	-
Transfers in:				
From General Fund	20,000	43,084	-	43,084
From Parking Services Fund	47,098	389,058	-	389,058
Total other financing sources	20,967,098	432,142	-	432,142
Revenues and other financing sources under expenditures	\$ -	\$ (3,255,845)	\$ (181,236)	\$ (3,437,081)

**CITY OF ASHEVILLE  
FESTIVALS FUND  
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Bele Chere 2004	\$ 649,987	\$ 316,003	\$ (333,984)
Bele Chere 2005	197,598	322,938	125,340
Other Festivals 2004	198,468	119,315	(79,153)
Other Festivals 2005	54,307	38,439	(15,868)
Total operating revenues	<u>1,100,360</u>	<u>796,695</u>	<u>(303,665)</u>
<b>OPERATING EXPENDITURES</b>			
Bele Chere 2004	649,987	772,867	(122,880)
Bele Chere 2005	197,598	86,062	111,536
Other Festivals 2004	198,468	181,101	17,367
Other Festivals 2005	54,307	14,530	39,777
Total operating expenditures	<u>1,100,360</u>	<u>1,054,560</u>	<u>45,800</u>
Revenues under expenditures	<u>\$ -</u>	<u>(257,865)</u>	<u>\$ (257,865)</u>
Reconciling items:			
Net change in deferred revenues		(95,598)	
Net change in prepaids		(12,459)	
Change in net assets		<u>\$ (365,922)</u>	

**CITY OF ASHEVILLE  
MASS TRANSIT FUND  
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)  
FOR THE YEAR ENDED JUNE 30, 2005**

	Budget	Actual	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Passenger fares	\$ 616,443	\$ 658,909	\$ 42,466
Other	7,500	11,926	4,426
Total operating revenues	<u>623,943</u>	<u>670,835</u>	<u>46,892</u>
<b>OPERATING EXPENDITURES</b>			
Administration	257,226	224,638	32,588
Transit operations	<u>3,181,111</u>	<u>3,633,576</u>	<u>(452,465)</u>
Total operating expenses	<u>3,438,337</u>	<u>3,858,214</u>	<u>(419,877)</u>
Operating loss	<u>(2,814,394)</u>	<u>(3,187,379)</u>	<u>(372,985)</u>
<b>NONOPERATING REVENUES (EXPENDITURES)</b>			
State and federal grants	1,795,909	1,756,784	(39,125)
Interest and debt service charges	(5,000)	(14,044)	(9,044)
Proceeds from sale of fixed assets	-	1,591	1,591
Total nonoperating revenues	<u>1,790,909</u>	<u>1,744,331</u>	<u>(46,578)</u>
Revenues under expenditures before other financing sources (uses)	(1,023,485)	(1,443,048)	(419,563)
<b>OTHER FINANCING SOURCES</b>			
Transfers in:			
From General Fund	<u>1,023,485</u>	<u>1,020,747</u>	<u>(2,738)</u>
Revenues and other financing sources under expenditures	<u>\$ -</u>	<u>(422,301)</u>	<u>\$ (422,301)</u>
Reconciling items:			
Intergovernmental revenue earned in the Mass Transit Capital Projects Fund		34,198	
Noncapitalized expenditures in the Transit Capital Project fund		(55,727)	
Transfer to the Mass Transit Capital Projects fund from General Fund		107,390	
Depreciation		(422,301)	
Change in net assets		<u>\$ (336,440)</u>	

**CITY OF ASHEVILLE**  
**MASS TRANSIT CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**FROM INCEPTION FOR THE YEAR ENDED JUNE 30, 2004**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>
<b>REVENUES</b>				
Intergovernmental	\$ 1,394,485	\$ 30,250	\$ 34,198	\$ 64,448
Total revenues	<u>1,394,485</u>	<u>30,250</u>	<u>34,198</u>	<u>64,448</u>
<b>EXPENDITURES</b>				
Bus shelter & benches	243,500	-	32,623	32,623
Cross walks	45,000	40,395	-	40,395
General system improvements	109,346	6,982	18,118	25,100
Support vehicle	108,048	-	22,437	22,437
Vehicle replacement	92,603	-	-	-
General operations center	65,000	-	-	-
Passenger center	16,500	-	-	-
General capital projects	16,428	-	4,986	4,986
Bus purchases	1,055,391	-	-	-
Transit garage light	37,000	-	-	-
Total expenditures	<u>1,788,816</u>	<u>47,377</u>	<u>78,164</u>	<u>125,541</u>
Revenues under expenditures before other financing sources	<u>(394,331)</u>	<u>(17,127)</u>	<u>(43,966)</u>	<u>(61,093)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in/out:				
From Transit Operating Fund	273,368	338,188	-	338,188
From General Fund	135,400	281,657	111,414	393,071
To Federal Capital Projects Fund	(14,437)	(14,437)	-	(14,437)
Total other financing sources	<u>394,331</u>	<u>605,408</u>	<u>111,414</u>	<u>716,822</u>
Revenues and other financing sources over expenditures	<u>\$ -</u>	<u>\$ 588,281</u>	<u>\$ 67,448</u>	<u>\$ 655,729</u>